

KEY CONVERSIONS LIMITED

COMPANY NUMBER: 2578494

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1994

KING LOOSE & CO
ACCOUNTANTS

St John's House
5 South Parade
Summertown
Oxford OX2 7JL



KEY CONVERSIONS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 1994

INDEX

Page

1	Directors and Officers
2	Report of the Directors
3	Report of the Accountants
4	Profit and Loss Account
5	Balance Sheet
6 - 7	Notes to the Financial Statements

The following page does not form part of the statutory accounts

8	Detailed Profit and Loss Account
---	----------------------------------

KEY CONVERSIONS LIMITED
DIRECTORS AND OFFICERS
FOR THE YEAR ENDED 31ST JULY 1994

DIRECTORS: M. H. Creasey Esq.
S. H. O'Connell Esq.

SECRETARY: M. H. Creasey Esq.

REGISTERED OFFICE: St John's House
5 South Parade
Summertown
Oxford OX2 7JL

COMPANY NUMBER: 2578494

ACCOUNTANTS: King Loose & Co
Accountants
5 South Parade
Summertown
Oxford OX2 7JL

KEY CONVERSIONS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST JULY 1994

The Directors present their Report and Financial Statements for the year ended 31st July 1994.

PRINCIPAL ACTIVITY

The principal activity of the Company throughout the year was that of Computer Hardware Brokerage.

REVIEW OF THE BUSINESS

A summary of the results of the trading for the year is given on page 4 of the Financial Statements.

The Directors consider the state of affairs to be satisfactory.

RESULTS

The profit of the Company for the year was £nil (1993 - £nil). There is therefore no movement on the reserves of the Company.

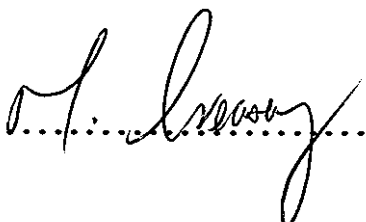
The Directors do not recommend the payment of a dividend.

DIRECTORS

The Directors who served during the year and their beneficial interests in the Company's issued ordinary share capital were as follows:

	<u>Ordinary Shares of £1 Each</u>	
	<u>31st July 1994</u>	<u>1st August 1993</u>
M. H. Creasey Esq.	1	1
S. H. O'Connell Esq.	1	1

ON BEHALF OF THE BOARD OF DIRECTORS

.......... **M. H. Creasey Esq.**
(Secretary)

ACCOUNTANTS' REPORT
TO THE SHAREHOLDERS ON THE UNAUDITED FINANCIAL STATEMENTS OF
KEY CONVERSIONS LIMITED

We report on the Financial Statements for the year ended 31st July 1994 set out on pages 4 to 7.

Respective Responsibilities of Directors and Reporting Accountants

As described on page 5, the Company's Directors are responsible for the preparation of the financial statements, and they consider that the Company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of Opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the Financial Statements with the accounting records kept by the Company, and making such limited enquiries of the Officers of the Company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) The Financial Statements are in agreement with the accounting records kept by the Company under Section 221 of the Companies Act 1985.
- (b) Having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) The Financial Statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - (ii) The Company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

King Loose & Co
Accountants
St John's House
5 South Parade
Summertown
Oxford OX2 7JL

King, Loose & Co.

9th March 1995.

KEY CONVERSIONS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST JULY 1994

	Note	<u>1994</u> £	<u>1993</u> £
TURNOVER	2	189,359	-
COST OF SALES		(189,309)	-
<u>GROSS PROFIT</u>		50	-
NET OPERATING EXPENSES			
Administrative Expenses		(50)	-
<u>RESULT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>	3	-	-
Taxation	6	-	-
<u>RESULT FOR THE YEAR</u>		-	-

There were no recognised gains or losses in 1994 or 1993 other than those recognised in the Profit and Loss Account.

The notes on pages 6 to 7 form part of these Financial Statements.

KEY CONVERSIONS LIMITEDBALANCE SHEETAS AT 31ST JULY 1994

	Note	£	<u>1994</u>	£	£	<u>1993</u>	£
CURRENT ASSETS							
Debtors	7		96			2	
CREDITORS: amounts falling due within one year	8		94			-	
NET CURRENT ASSETS				2			2
TOTAL ASSETS LESS CURRENT LIABILITIES				2			2
CAPITAL AND RESERVES							
Called Up Share Capital	9			2			2
Profit and Loss Account				-			-
SHAREHOLDERS' FUNDS	10			£ 2			£ 2

The Directors consider that the Company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(2) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the Company's issued share capital have not issued a notice requiring an audit. The Directors acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the Company at 31st July 1994 and of its result for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the Financial Statements so far as applicable to the Company.

Approved by the Board of Directors

.....  M. H. Creasey Esq.

.....  S. H. O'Connell Esq.

..... 3/3/95 Date

KEY CONVERSIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 1994

1. ACCOUNTING POLICIES

a. Basis of Accounting

These financial accounts have been prepared in accordance with applicable accounting standards and under the historical cost convention.

b. Turnover

Turnover is the amount derived from the provision of goods and services falling within the Company's ordinary activities after deduction of trade discounts and Value Added Tax.

c. Deferred Taxation

Deferred Taxation is provided at the prevailing Corporation Tax rate on the difference between the balance sheet values of the fixed assets and their written down values for taxation purposes, where, in the opinion of the Directors, a liability is expected to crystallise in the foreseeable future. In the opinion of the Directors, no such provision is necessary in respect of 1994 or 1993.

d. Cash Flow Statement

The Company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the year.

2. TURNOVER

The turnover and result before taxation is attributable to the principal activity of the Company, which is continuing, and is earned entirely within the United Kingdom. Turnover represents the net invoice value of goods supplied, exclusive of Value Added Tax.

3. OPERATING LOSS

	<u>1994</u>	<u>1993</u>
Operating Loss is stated after charging:	£	£
Accountants' Fees	50	-
	<u> </u>	<u> </u>

4. STAFF COSTS

The Company has no employees, other than the Directors.

5. DIRECTORS

The Directors received no remuneration.

6. TAXATION

There is no liability to Corporation Tax arising from results for the year.

KEY CONVERSIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 1994

7. DEBTORS

	<u>1994</u> £	<u>1993</u> £
Amounts falling due within one year:		
Trade Debtors	94	-
Unpaid Share Capital	2	2
	<u>96</u>	<u>2</u>

8. CREDITORS

	<u>1994</u> £	<u>1993</u> £
Amounts falling due within one year:		
Other Tax and Social Security	44	-
Accruals	50	-
	<u>94</u>	<u>-</u>

9. SHARE CAPITAL

	<u>1994</u> £	<u>1993</u> £
Authorised		
1,000 Ordinary Shares of £1 Each	1,000	1,000
Issued		
2 Ordinary Shares of £1 Each	2	2

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1994</u> £	<u>1993</u> £
Opening Shareholders' Funds	2	2
Result for the Year, Retained	-	-
<u>CLOSING SHAREHOLDERS' FUNDS</u>	<u>2</u>	<u>2</u>